

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTED ASSETS
December 31, 2008 and 2007**

	<u>2008</u>	<u>2007</u>
Investments (at fair value)		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>1,688</u>	\$ <u>1,938</u>
Marketable debt and equity securities		
Conservative Broad Market Fixed Income Pool	112,428,964	-
Broad Market Fixed Income Pool	-	159,464,882
Non-retirement Domestic Equity Pool	127,179,575	154,764,649
EAFE International Equity Pool	8,987,186	15,831,462
SOA International Equity Pool	<u>40,218,601</u>	<u>63,821,714</u>
Total marketable debt and equity securities	<u>288,814,326</u>	<u>393,882,707</u>
Income receivable	<u>(2)</u>	<u>6</u>
Total invested assets	<u>\$ <u>288,816,012</u></u>	<u>\$ <u>393,884,651</u></u>

**STATE OF ALASKA
DEPARTMENT OF REVENUE
TREASURY DIVISION
POWER COST EQUALIZATION ENDOWMENT FUND**

**SCHEDULE OF INVESTMENT INCOME
AND CHANGES IN INVESTED ASSETS**

**For the Month Ended
December 31, 2008**

	<u>CURRENT MONTH</u>	<u>YEAR TO DATE</u>
Investment Income		
Cash and cash equivalents		
Short-term Fixed Income Pool	\$ <u>(2)</u>	\$ <u>(96)</u>
Marketable debt and equity securities		
US Treasury Fixed Income Pool	-	-
Conservative Broad Market Fixed Income Pool	3,634,700	681,194
Broad Market Fixed Income Pool	-	806,766
Non-retirement Domestic Equity Pool	2,438,451	(44,335,325)
EAFE International Equity Pool	512,313	(5,124,734)
SOA International Equity Pool	2,519,787	(15,764,625)
Commission Recapture - International	-	-
Total income (loss) marketable debt and equities	<u>9,105,251</u>	<u>(63,736,724)</u>
Total investment income (loss)	9,105,249	(63,736,820)
Total invested assets, beginning of period	279,725,685	368,706,164
Net contributions (withdrawals)	<u>(14,922)</u>	<u>(16,153,332)</u>
Total invested assets, end of period	<u>\$ 288,816,012</u>	<u>\$ 288,816,012</u>

STATE OF ALASKA
DEPARTMENT OF REVENUE - TREASURY DIVISION
INVESTED ASSETS UNDER THE INVESTMENT AUTHORITY OF THE COMMISSIONER OF REVENUE

POWER COST EQUALIZATION ENDOWMENT FUND
Asset Allocation Policy with Actual Investment Holdings as of
December 31, 2008
(Stated in Thousands)

Asset Allocation Policy Effective Date: 7/1/08

Fund established 5/24/00

	Asset Allocation		Market Values	Current Allocation	Current Variance
	Policy	Range			
Cash and cash equivalents					
Short-term Fixed Income Pool	Residual		2	0.00%	n/a
Total cash and cash equivalents	0.00%	0% - 2%	2	0.00%	n/a
Marketable debt securities					
Conservative Broad Market FI Pool	39.00%	34%-44%	112,429	38.93%	0.07%
Total Marketable debt securities	39.00%		112,429	38.93%	0.07%
Equities					
Non-retirement Domestic Equity Pool	43.00%	38%-48.%	127,180	44.03%	-1.03%
International Equity Pools	18.00%	13%-23%	49,206	17.04%	0.96%
Total investments AY 13	100.00%		288,816	100.00%	0.00%
Income Receivable			-		
Total Invested Assets At Fair Value			288,816		